Office of the Secretary, Education

- (B) If the Secretary considers an application under paragraph (a)(2)(ii) of this section, the Secretary considers the application under paragraphs (b) through (e) of this section.
- (iii) If the application could not be funded under a competition described in paragraph (a)(1) of this section, the Secretary considers the application under paragraphs (b) through (e) of this section.
- (b) If an application may be considered under paragraphs (a)(2)(ii) or (iii) of this section, the Secretary determines if—
- (1) There is a substantial likelihood that the application is of exceptional quality and national significance for a program administered by ED;
- (2) The application meets the requirements of all applicable statutes and codified regulations that apply to the program; and
- (3) Selection of the project will not have an adverse impact on the funds available for other awards planned for the program.
- (c) If the Secretary determines that the criteria in paragraph (b) of this section have been met, the Secretary assembles a panel of experts that does not include any employees of the Department to review the application.
 - (d) The experts—
- (1) Evaluate the application based on the selection criteria; and
- (2) Determine whether the application is of such exceptional quality and national significance that it should be funded as an unsolicited application.
- (e) If the experts highly rate the application and determine that the application is of such exceptional quality and national significance that it should be funded as an unsolicited application, the Secretary may fund the application.

NOTE TO § 75.222: To assure prompt consideration, applicants submitting unsolicited applications should send the application, marked "Unsolicited Application" on the outside, to the Chief, Application Control Center, U.S. Department of Education, Washington, DC 20202-4725.

(Authority: 20 U.S.C. 1221e-3 and 3474)

[60 FR 12096, Mar. 3, 1995]

PROCEDURES TO MAKE A GRANT

§ 75.230 How the Department makes a grant; purpose of §§ 75.231-75.236.

If the Secretary selects an application under §§ 75.217, 75.220, or 75.222, the Secretary follows the procedures in §§ 75.231-75.236 to set the amount and determine the conditions of a grant. Sections 75.235-75.236 also apply to grants under formula grant programs.

CROSS REFERENCE: See §75.200 How applications for new grants are selected for funding.

(Authority: 20 U.S.C. 1221e-3 and 3474)

§75.231 Additional information.

After selecting an application for funding, the Secretary may require the applicant to submit additional information.

(Authority: 20 U.S.C. 1221e-3 and 3474)

§ 75.232 The cost analysis; basis for grant amount.

- (a) Before the Secretary sets the amount of a new grant, the Secretary does a cost analysis of the project. The Secretary:
- (1) Verifies the cost data in the detailed budget for the project;
- (2) Evaluates specific elements of costs: and
- (3) Examines costs to determine if they are necessary, reasonable, and allowable under applicable statutes and regulations.
- (b) The Secretary uses the cost analysis as a basis for determining the amount of the grant to the applicant. The cost analysis shows whether the applicant can achieve the objectives of the project with reasonable efficiency and economy under the budget in the application.

(Authority: 20 U.S.C. 1221e-3 and 3474)

[45 FR 22497, Apr. 3, 1980. Redesignated at 45 FR 77368, Nov. 21, 1980, as amended at 59 FR 30261, June 10, 1994]

§ 75.233 Setting the amount of the grant.

(a) Subject to any applicable matching or cost-sharing requirements, the Secretary may fund up to 100 percent of the allowable costs in the applicant's budget.